

**GOVERNMENTAL OPERATIONS**

Agency 140

**Department of Revenue****Recommendation Summary**

Dollars in Thousands

	Annual FTEs	General Fund State	Other Funds	Total Funds
<b>2015-17 Expenditure Authority</b>	1,214.9	239,909	45,230	285,139
<b>Supplemental Changes</b>				
COP Repayment Adjustment		(5,853)	(3,591)	(9,444)
Business License Support		(3,500)	3,500	
Lean Management Practices		(453)		(453)
Headquarters Office Relocation			418	418
Workers' Compensation Changes		8		8
Audit Services		80	9	89
Legal Services		(160)	(20)	(180)
CTS Central Services		51	5	56
DES Central Services		5		5
Time, Leave and Attendance System		48	6	54
Self-Insurance Liability Premium		(5)		(5)
<b>Subtotal - Supplemental Changes</b>		(9,779)	327	(9,452)
<b>Total Proposed Budget</b>	1,214.9	230,130	45,557	275,687
Difference		(9,779)	327	(9,452)
Percent Change	0.0%	(4.1)%	0.7%	(3.3)%

**SUPPLEMENTAL CHANGES****COP Repayment Adjustment**

Due to lower than anticipated interest rates, funding is adjusted to align with expected 2015-17 certificate of participation (COP) payments for the Taxpayer Legacy System replacement project. (General Fund-State, Business License Account-State)

**Business License Support**

One-time General Fund-State support is shifted to the Business License Account. (General Fund-State, Business License Account-State)

**Lean Management Practices**

Chapter 4, Laws of 2015, 3rd Special Session directs the Office of Financial Management to reduce agency allotments in the 2015-17 biennium to reflect efficiency savings. The reduced appropriations associated with the efficiency savings are reflected in agency budgets, and the corresponding reduction in the back of the budget is reversed.

## **GOVERNMENTAL OPERATIONS**

### **Headquarters Office Relocation**

Funding is shifted from fiscal year 2016 to fiscal year 2017 to align with the completion of the department's new headquarters building expected to open in December 2016. Additional funding is provided for relocation costs associated with the modified building predesign. (Timber Tax Distribution Account-State, Business License Account-State, Unclaimed Personal Property Account-Nonappropriated)

### **Workers' Compensation Changes**

The agency's budget is adjusted to reflect increased workers' compensation rates. (General Fund-State, various other accounts)

### **Audit Services**

The agency's budget is adjusted to update anticipated charges for state audit services and to shift funding between fiscal years to reflect the State Auditor's audit schedule. (General Fund-State, various other accounts)

### **Legal Services**

The agency's budget is adjusted to reflect updated estimates of anticipated usage of Attorney General's Office legal services. (General Fund-State, various other accounts)

### **CTS Central Services**

The agency's budget is adjusted to update its share of the state network, security gateways, enterprise security infrastructure, and secure file transfer charges from the Consolidated Technology Services Agency. (General Fund-State, various other accounts)

### **DES Central Services**

The agency's budget is adjusted to update its allocated share of the following charges from the Department of Enterprise Services: small agency financial services, capital project surcharge, campus utilities, campus employee parking, financing cost recovery, public and historic facilities, and risk management administration. Additionally, small agency human resources clients are provided expenditure authority to pay for human resources services. (General Fund-State, various other accounts)

### **Time, Leave and Attendance System**

The agency's budget is increased to pay the remaining debt service for the Time, Leave and Attendance system. (General Fund-State, various other accounts)

### **Self-Insurance Liability Premium**

Based on a new actuarial report, updated risk factors were applied to agency self-insurance premiums, causing some to rise and some to fall. (General Fund-State, various other accounts)